



Energy Conservation Standards for Distribution Transformers

Webcast Presentation

**Building Technologies Program
Office of Energy Efficiency and Renewable Energy
U.S. Department of Energy**

August 10, 2004



Prepare Stakeholders for Providing Input at the Public Meeting

- The Department wants to assist stakeholders in understanding and interpreting the material developed for the ANOPR
- Advance Notice of Proposed Rulemaking (ANOPR)
Federal Register notice published July 29, 2004
- Focus on the spreadsheet tools developed for the ANOPR
- Explain how to use and apply the spreadsheet tools before the public meeting



Educational & Familiarization Purposes

- Familiarize stakeholders with ANOPR spreadsheet tools
- Opportunity to ask clarification questions at the end of each section discussed today relating to the material presented
- The webcast is not part of the formal process and has no provision for capturing comments for the record
- This is not a forum to critique the ANOPR analysis
- The Department requests comments at the public meeting or in writing

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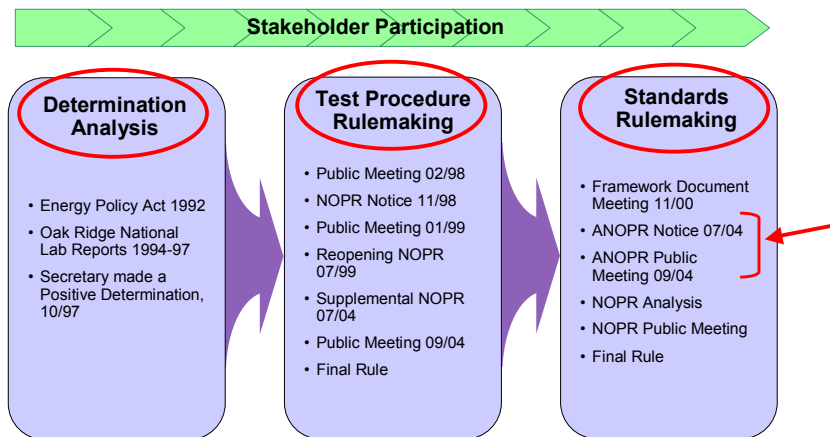


1	Rulemaking Overview
2	Product Classes
3	Engineering Analysis
4	Life-Cycle Cost and Payback Periods
5	National Impact Analysis

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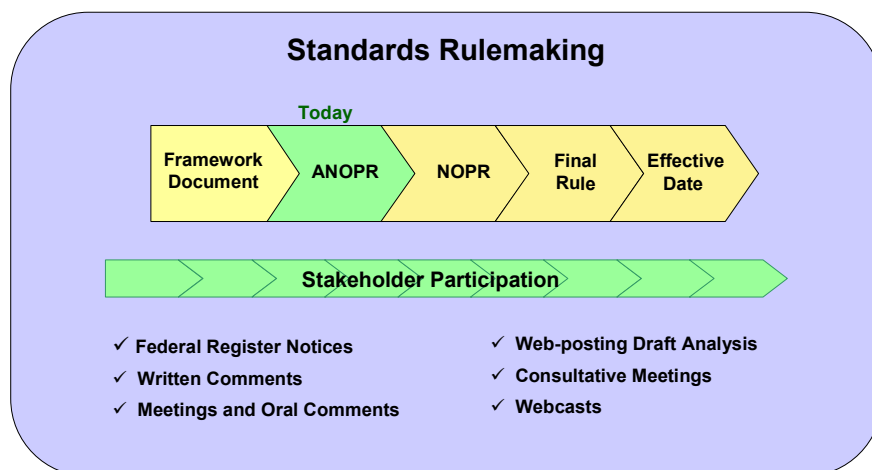
Principal Procedural Steps for Distribution Transformers



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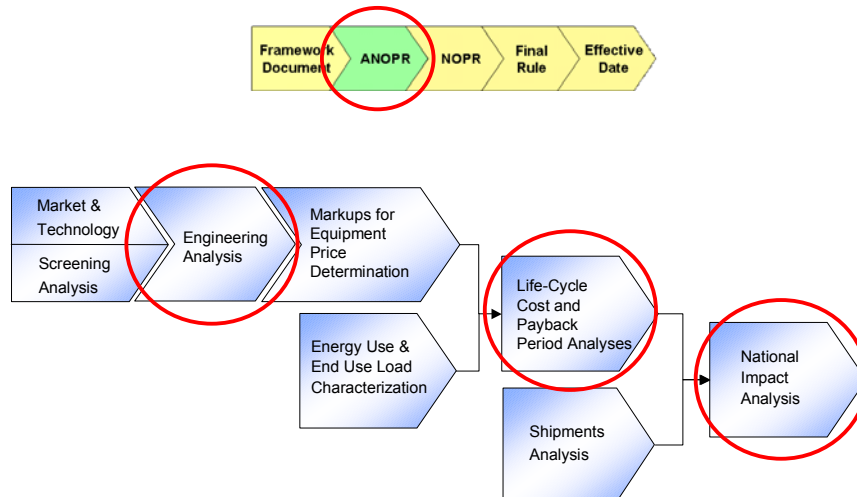
Stages of the Rulemaking Process



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ANOPR Analyses Flow Diagram

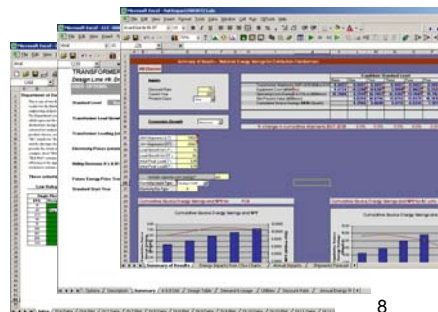


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ANOPR Documents and Material Published

- Federal Register Notice
- Technical Support Document (ANOPR version)
- Engineering Analysis (2 spreadsheets)
- Life-Cycle Cost and Payback Period (13 spreadsheets)
- National Impact Analysis (1 spreadsheet)

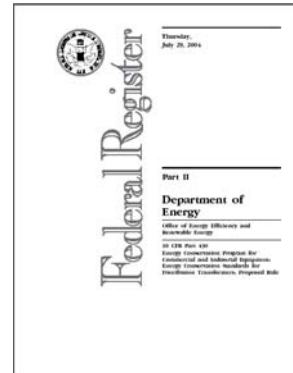


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ANOPR Documents and Material Published

- Webcast today to focus on explaining the spreadsheets posted on the web
- ANOPR public meeting 09/28/04
- ANOPR - submit comments by 11/09/04
- Please reserve your comments on the analysis for either the public meeting or submit written comments for the record
- Federal Register Notice, Technical Support Document and Spreadsheets published on the DOE website
- http://www.eere.energy.gov/buildings/appliance_standards/commercial/distribution_transformers.html



How to Submit Comments...

- Public Meeting – oral comments will be captured in the transcript and become part of the public record.
- Written comments – comment period open until 11/09/04
Reference docket #: EE-RM/STD-00-550 and/or RIN #: 1904-AB08

Email: TransformerANOPRComment@ee.doe.gov

Mail: Ms. Brenda Edwards-Jones
U.S. Department of Energy
Building Technologies Program, Mail stop EE-2J
1000 Independence Avenue, SW
Washington DC, 20585-0121

Courier: Ms. Brenda Edwards-Jones
U.S. Department of Energy
Building Technologies Program, 1J-018
1000 Independence Avenue, SW
Washington DC, 20585-0121
Tel: 202 586 2945



- 1 Rulemaking Overview
- 2 **Product Classes**
- 3 Engineering Analysis
- 4 Life-Cycle Cost and Payback Periods
- 5 National Impact Analysis



Definition of a Distribution Transformer

Distribution transformer means a transformer with a primary voltage of equal to or less than 35 kV, a secondary voltage equal to or less than 600 V, a frequency of 55-65 Hz, and a capacity of 10 kVA to 2500 kVA for liquid-immersed units and 15 kVA to 2500 kVA for dry-type units, and does not include the following types of transformers:

- | | |
|---|---|
| (1) autotransformer; | (10) sealed transformer; |
| (2) drive (isolation) transformer; | (11) special-impedance transformer; |
| (3) grounding transformer; | (12) testing transformer; |
| (4) harmonic mitigating transformer; | (13) transformer with tap range greater than 15%; |
| (5) K-factor transformer; | (14) uninterruptible power supply transformer; or |
| (6) machine-tool (control) transformer; | (15) welding transformer. |
| (7) non-ventilated transformer; | |
| (8) rectifier transformer; | |
| (9) regulating transformer; | |

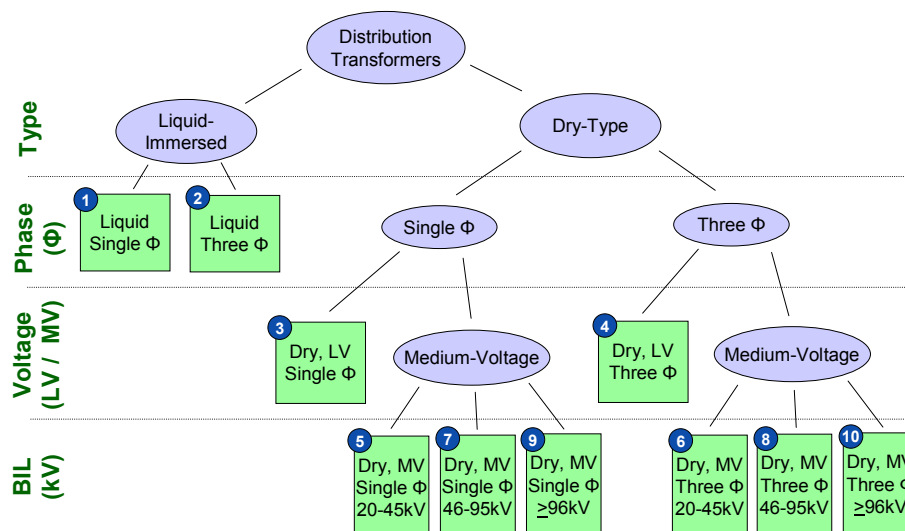


Product Class Characteristics

Type	Liquid-immersed or Dry-type
Phase	Single or Three-phase
Voltage	Low or Medium Voltage (Dry-type only)
BIL	Basic Impulse Insulation Level (Dry-type MV only)



The Department's Ten Product Classes





Ten Product Classes and kVA Ranges

- Product classes table and number of kVA ratings in each

PC	Type	Phase	Voltage	BIL	kVA	Ratings
1	Liquid	Single	-	-	10-833	13
2	Liquid	Three	-	-	15-2500	14
3	Dry	Single	Low	-	15-333	9
4	Dry	Three	Low	-	15-1000	11
5	Dry	Single	Medium	20-45 kV	15-833	12
6	Dry	Three	Medium	20-45 kV	15-2500	14
7	Dry	Single	Medium	46-95 kV	15-833	12
8	Dry	Three	Medium	46-95 kV	15-2500	14
9	Dry	Single	Medium	>96 kV	75-833	8
10	Dry	Three	Medium	>96 kV	225-2500	8

- In total there are 115 kVA ratings across the ten product classes

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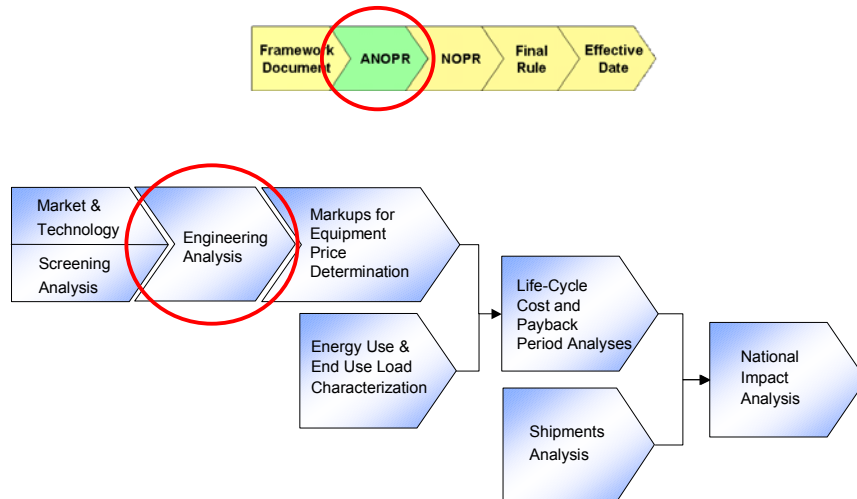


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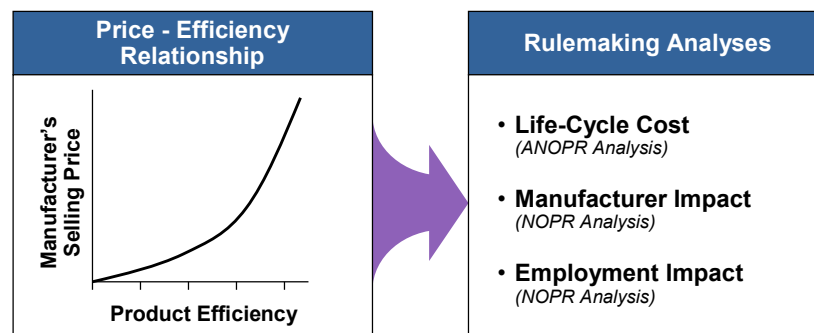
ANOPR Analyses Flow Diagram



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Price-Efficiency Curves



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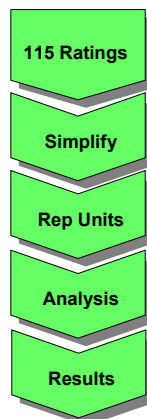


Early Consultation and Refinement

- Framework Document comments were reviewed and considered.
- Draft Engineering Analysis posted in December 2001
- Met with nine manufacturers in early 2002
- Revised Engineering Analysis published June 2002
- Draft Dry-type Distribution Transformer Engineering Analysis in August 2002



Engineering Analysis Process



- Start with 10 product classes and 115 discrete kVA ratings
- Create Engineering Design Lines – 13 sub-groupings of the product classes
- Select 13 representative units – one from each design line
- Select design option combinations and use OPS software to prepare cost-efficiency curves
- Provide price-efficiency relationship for use in the LCC



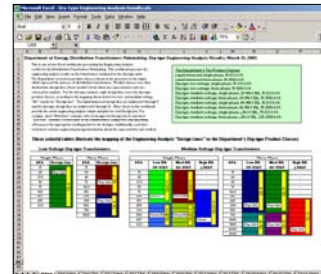
Engineering Analysis Results Spreadsheets, April 2003

■ Liquid-immersed Distribution Transformers

http://www.eere.energy.gov/buildings/appliance_standards/commercial/docs/liquid_type_engineering_results.xls

■ Dry-type Distribution Transformers

http://www.eere.energy.gov/buildings/appliance_standards/commercial/docs/dry_type_engineering_results.xls



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Liquid-Immersed Product Class to Design Line Mapping

Single Phase		
kVA	Rectangular Tank	Round Tank
10	DL 1	DL 2
15		
25		
37.5		
50		
75	Rep Unit	DL 3
100		
167		
250		
333		
500	Rep Unit	
667		
833		

Three Phase		
kVA	Design Lines	
15	DL 4	
30		
45		
75		
112.5		
150	Rep Unit	DL 5
225		
300		
500		
750		
1000	Rep Unit	
1500		
2000		
2500		

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Dry-Type Low-Voltage Product Class to Design Line Mapping

Single Phase		Three Phase	
kVA	Design Line	kVA	Design Line
15	Rep Unit DL 6	15	Rep Unit DL 7
25		30	
37.5		45	
50		75	
75		112.5	
100		150	Rep Unit DL 8
167		225	
250		300	
333		500	
		750	
		1000	



Dry-Type Medium-Voltage Product Class to Design Line Mapping

Single Phase				
kVA	Low BIL 20-45kV	Med BIL 46-95kV	High BIL ≥96kV	
15	DL 9 / 3	DL 11 / 3	-	
25			-	
37.5			-	
50			-	
75			-	
100	Virtual RU	Virtual RU	DL 13 / 3	
167	DL 10 / 3	DL 12 / 3		
250				
333				
500				
667	Virtual RU	Virtual RU		
833	DL 10 / 3	DL 12 / 3		

Three Phase			
kVA	Low BIL 20-45kV	Med BIL 46-95kV	High BIL ≥96kV
15	DL 9	DL 11	-
30			-
45			-
75			-
112.5			-
150	Rep Unit DL 10	Rep Unit DL 12	-
225			DL 13
300			
500			
750			
1000	Rep Unit DL 10	Rep Unit DL 12	DL 13
1500			
2000			
2500			



Product Class to Design Line Mapping Summary Table

Table 5.2.2 Engineering Design Lines (DL) and Representative Units for Analysis

DL*	DL	Type of Distribution Transformer	kVA Range	Voltage Taps	Secondary Voltages	Engineering Design Line Representative Unit
1	1	Liquid-immersed, medium-voltage, single-phase, rectangular tank	10-100	±2-2.5%	240/120 to 600V	50kVA, 65°C, single-phase, 60Hz, 7200V primary, 240/120V secondary, rectangular tank
1	2	Liquid-immersed, medium-voltage, single-phase, round tank	10-100	±2-2.5%	120/240 to 600V	25kVA, 65°C, single-phase, 60Hz, 24940GrdY/14400V primary, 120/240V secondary, round tank
1	3	Liquid-immersed, medium-voltage, single-phase, round tank	10-100	±2-2.5%	120/240 to 600V	500kVA, 65°C, single-phase, 60Hz, 24940GrdY/14400V primary, 120/240V secondary, round tank

TSD Chapter 5
Table 5.2.2 on page 5-4

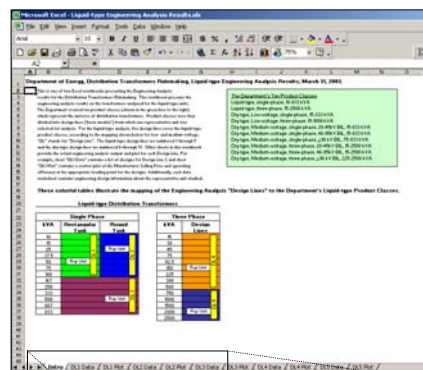
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1	2	Liquid-immersed, medium-voltage, single-phase, round tank	10-100	±2-2.5%	120/240 to 600V	25kVA, 65°C, single-phase, 60Hz, 24940GrdY/14400V primary, 120/240V secondary, round tank
1	3	Liquid-immersed, medium-voltage, single-phase, round tank	10-100	±2-2.5%	120/240 to 600V	500kVA, 65°C, single-phase, 60Hz, 24940GrdY/14400V primary, 120/240V secondary, round tank

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Liquid-Immersed Results Spreadsheet



- Cover sheet is shown
- Click on tabs at bottom of page to review results for each of the Design Lines
- Separate spreadsheets for data and the cost/efficiency plots

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DL1 Representative Unit Data Worksheet

Microsoft Excel - Liquid-type Engineering Analysis Results.xls

Design Line 1 - Single-phase, Liquid-immersed Units, Rectangular Tank from 10 to 100kVA

Design	Name	Core Loss (watts)	Cu Loss (W/kg) (watts)	Cu Loss (W/kg) (watts)	Manuf. Setting	Weight (lbs)	Efficiency (at 50% load)
4	DL1_M00U1	148.59	114.04	911.79	\$1,274.62	774	99.97%
5	DL1_M00U1	170.04	92.24	402.28	\$1,340.77	848	99.96%
6	DL1_M00U1	176.74	90.59	393.71	\$1,251.05	855	99.94%
7	DL1_M00U1	164.74	88.11	372.76	\$1,257.52	861	99.91%
8	DL1_M00U1	116.49	84.89	370.38	\$1,496.21	919	99.20%
9	DL1_M00U1	163.01	87.13	378.75	\$1,355.98	850	99.01%
10	DL1_M00U1	157.87	88.98	387.56	\$1,242.86	803	99.02%
11	DL1_M00U1	156.58	89.04	382.96	\$1,369.07	851	99.02%
12	DL1_M00U1	155.56	88.41	384.91	\$1,239.16	901	99.02%
13	DL1_M00U1	162.71	91.31	397.85	\$1,348.10	815	98.99%
14	DL1_M00U1	145.30	89.17	389.42	\$1,270.99	852	99.02%
15	DL1_M00U1	154.19	87.67	381.43	\$1,383.82	861	99.04%
16	DL1_M00U1	136.58	86.41	376.70	\$1,402.07	870	99.12%
17	DL1_M00U1	149.57	88.10	384.32	\$1,370.63	852	99.06%
18	DL1_M00U1	142.54	85.08	370.11	\$1,407.11	865	99.12%
19	DL1_M00U1	168.62	78.73	328.84	\$1,388.47	871	99.02%
20	DL1_M00U1	132.32	87.07	380.15	\$1,423.62	884	99.13%
21	DL1_M00U1	134.55	88.73	387.65	\$1,411.83	871	99.11%
22	DL1_M00U1	132.71	86.20	378.79	\$1,407.44	879	99.12%
23	DL1_M00U1	136.77	86.32	376.76	\$1,408.56	865	99.12%
24	DL1_M00U1	144.35	85.21	370.35	\$1,406.80	865	99.09%
25	DL1_M00U1	131.59	85.62	372.90	\$1,419.47	871	99.14%
26	DL1_M00U1	139.29	82.52	368.09	\$1,424.89	875	99.12%
27	DL1_M00U1	161.07	75.02	322.37	\$1,413.00	879	99.04%
28	DL1_M00U1	156.38	63.61	270.05	\$1,554.56	939	99.13%
29	DL1_M00U1	123.78	86.07	376.47	\$1,443.33	901	99.12%
30	DL1_M00U1	126.42	84.71	369.51	\$1,459.20	917	99.16%
31	DL1_M00U1	119.82	87.73	384.26	\$1,433.41	888	99.16%
32	DL1_M00U1	100.86	83.64	365.88	\$1,593.64	964	99.27%

Design Line 1, single-phase, rectangular tank, liquid-immersed, including the following ratings: 10kVA, 15kVA, 25kVA, 37.5kVA, 50kVA, 75kVA, and 100kVA. The representative unit for this design line: 50kVA.

Design Specifications:
KVA: 50 (liquid-immersed pad mount)
Primary: 7200 Volts at 60 Hz
Secondary: 240/120 Volts
T Rise: 65°C
Ambient: 20°C
Winding Configuration: Lo-Hi-Lo
Core: Distributed Gap
Taps: Four 2 1/2%, 2 above and 2 below nominal
Impedance Range: 1.5 - 3.5%

Number of designs: 2,027

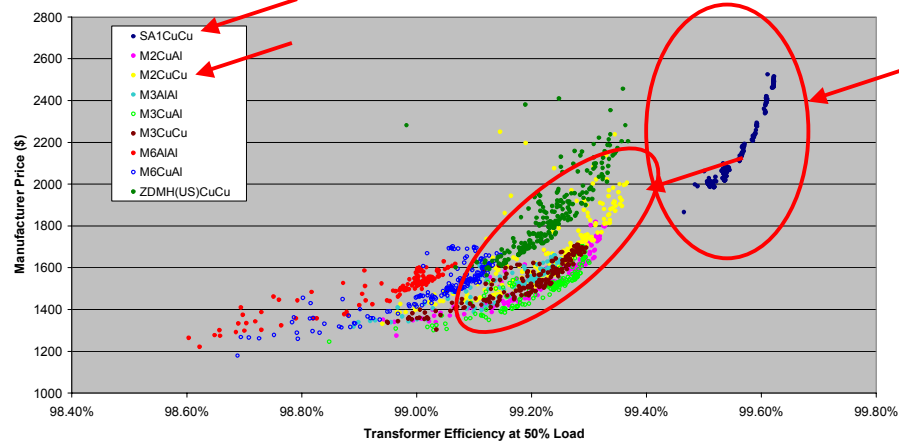
Design Option Combinations:
Core Shell: MV Conductor, LV Conductor, Core Type
M2 Cu Al Shell
M2 Cu Cu Shell
M3 Al Al Shell
M3 Cu Al Shell
M3 Cu Cu Shell
M6 Al Al Shell
M6 Cu Al Shell
SA1 (Amorphous) Cu Cu Core
ZDMH (U.S. price) Cu Cu Shell
ZDMH (non-U.S. price) Cu Cu Shell

Intro DL1 Data DL1 Plot DL2 Data DL2 Plot DL3 Data



DL1 Representative Unit Plot Worksheet

Engineering analysis design database for DL1, 50kVA single-phase liquid-immersed

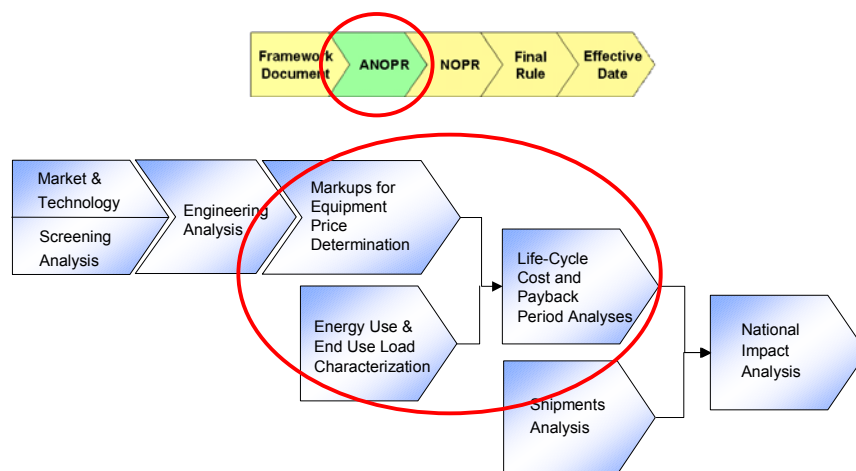




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- 4 **Life-Cycle Cost and Payback Periods**
- 5 National Impact Analysis



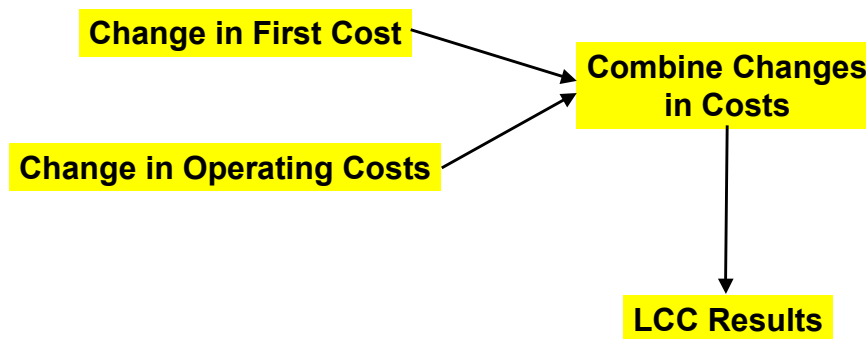
ANOPR Analyses Flow Diagram





Economic Evaluation from the Customer Perspective

- Change in installed cost
- Change in operating cost
- The relative importance of first cost and operating cost





Basic LCC Process

- LCC equals installed cost plus the sum of operating costs discounted to a particular base year
- Implemented in an Excel® spreadsheet
- Key sensitivities can be tested
- Results are expressed as LCC difference (baseline minus candidate standard)
- Separate LCC spreadsheet for each of 13 representative units for 13 design lines

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Life-Cycle Cost and Payback Period (13 spreadsheets)

http://www.eere.energy.gov/buildings/appliance_standards/commercial/distribution_transformers_spreadsheets.html

TRANSFORMER LIFE CYCLE COST CALCULATION
Design Line #9: Dry Type, 3-Phase, 480V, 300KVA

Standard Load: Level 0: None

Transformer Load Growth / Year: None

Transformer Loading (relative to nearest rating): 100% (75%)

Electricity Prices (relative to nearest estimate): 100% (75%)

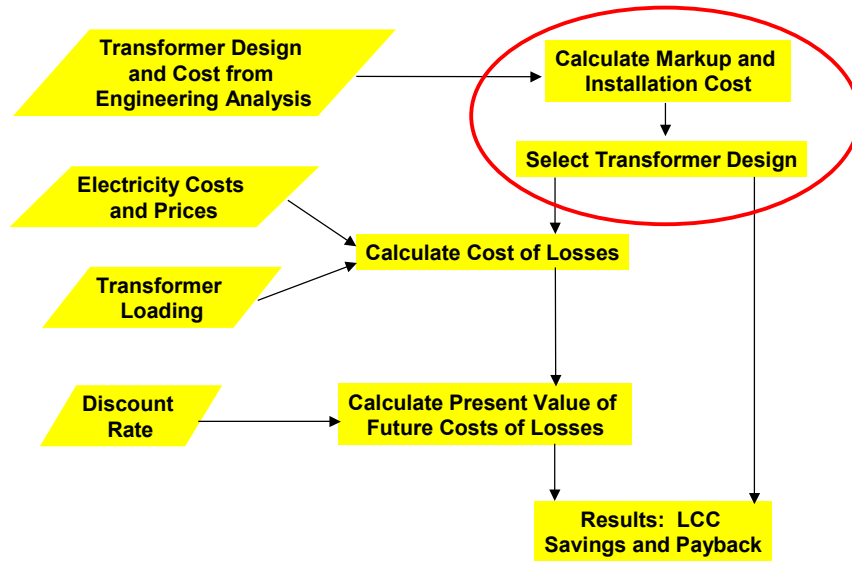
Utility Decision A's & B's: None

Future Energy Price Trend: +400 (200) Reference

Standard Start Year: 2002

Item	Baseline	Standard	Difference
No-load Losses (\$/MWh) Load	\$660.0	\$660.0	
Load Losses (\$/MWh) Load	\$660.0	\$660.0	
First Cost	\$7,264	\$7,264	\$0
Life Cycle Cost	\$71,359	\$71,359	\$0
For 30-year			
Customer NEV Valuation (\$)	\$5.00	\$5.00	
Customer IA Valuation (\$)	\$0.50	\$0.50	
NPV of No-load Losses per V/F	\$7.33	\$7.33	
NPV of Load Losses per V/F (75%)	\$0.50	\$0.50	
NPV of Losses (\$/MWh)			\$2.83
Payback Period (years)			33.8

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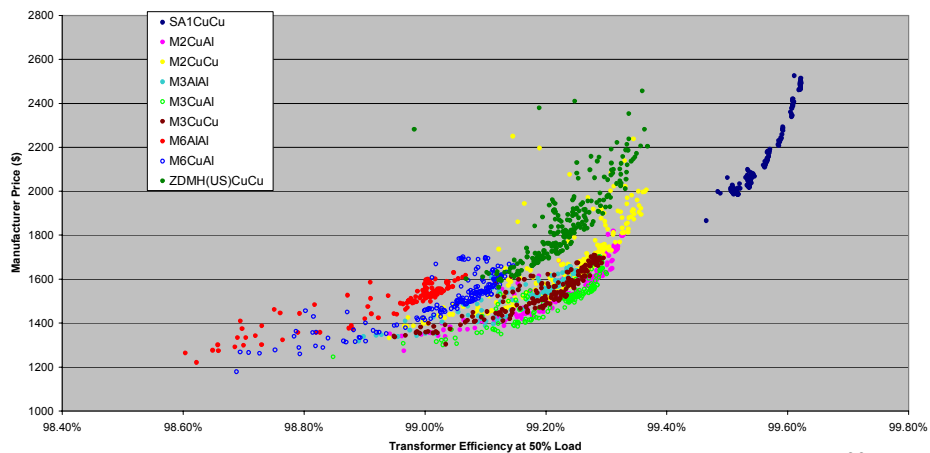


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Cost-Efficiency Relationship for Representative Unit from Design Line 1

Engineering analysis design database for DL1, 50kVA single-phase liquid-immersed



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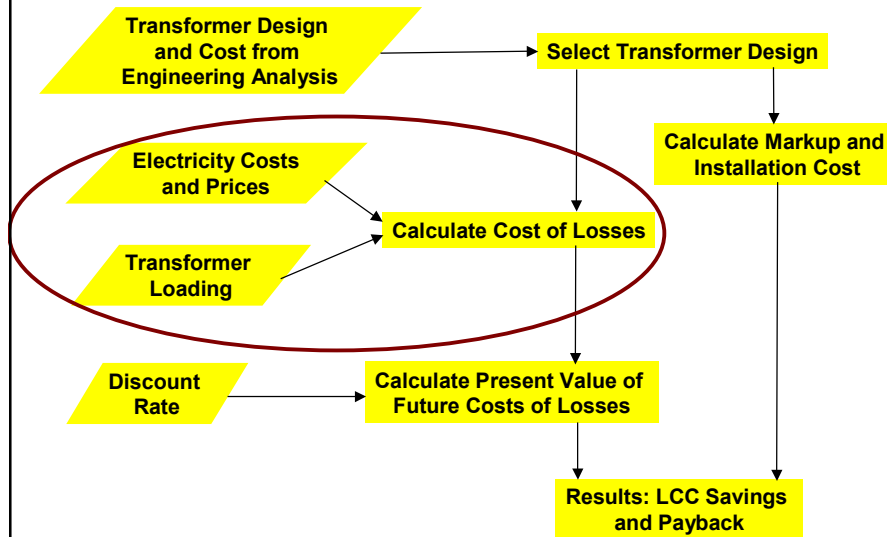
Example Markup and Installation Cost
Design Line 1, Liquid-Immersed, 50 kVA, Single-Phase

Manufacturer's selling price	\$1,275
Shipping	\$ 77
Sales tax	\$ 151
Cost of installation	\$1,441
<hr/>	
Installed cost	\$2,944



Example Markup and Installation Cost
Design Line 7, Dry-Type, 75kVA, Three-Phase, Low Voltage

Manufacturer's selling price	\$ 963
Distributor markup	\$ 337
Shipping	\$ 109
Contractor markup	\$ 141
Sales tax	\$ 146
Cost of installation	\$1,160
<hr/>	
Installed cost	\$2,855



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Electricity Cost

- Liquid-immersed distribution transformers
 - Hourly marginal electricity costs
 - Both capacity and energy components
 - FERC and electricity market data
- Dry-type distribution transformers
 - Monthly electricity bills
 - Both demand and energy charges
 - Tariff data from about 100 utilities



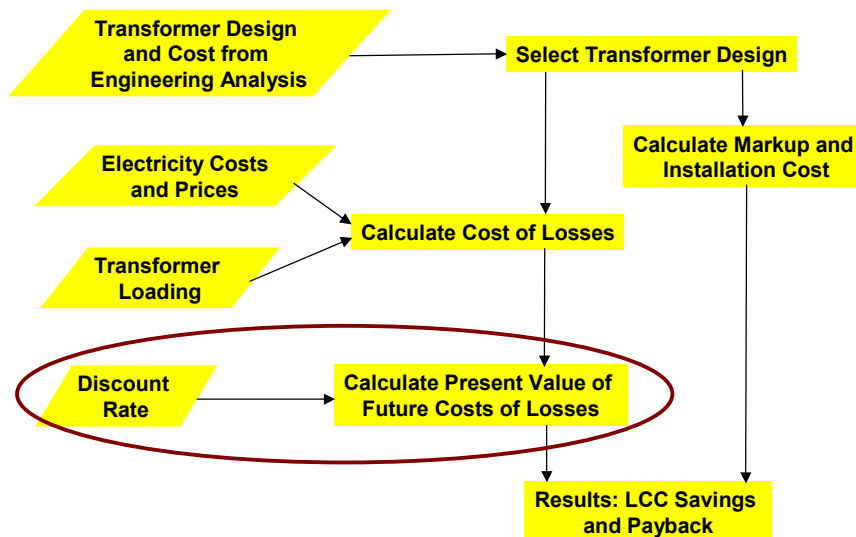
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Transformer Loading

- **Average transformer loading**
 - < 100 kVA liquid-immersed ~ 30% RMS
 - > 100 kVA liquid-immersed ~ 50% RMS
 - Dry-type low and medium voltage ~ 35% RMS
- **References**
 - Technical Support Documents: technical details
 - IEEE Transformer Loss Evaluation Guide: background

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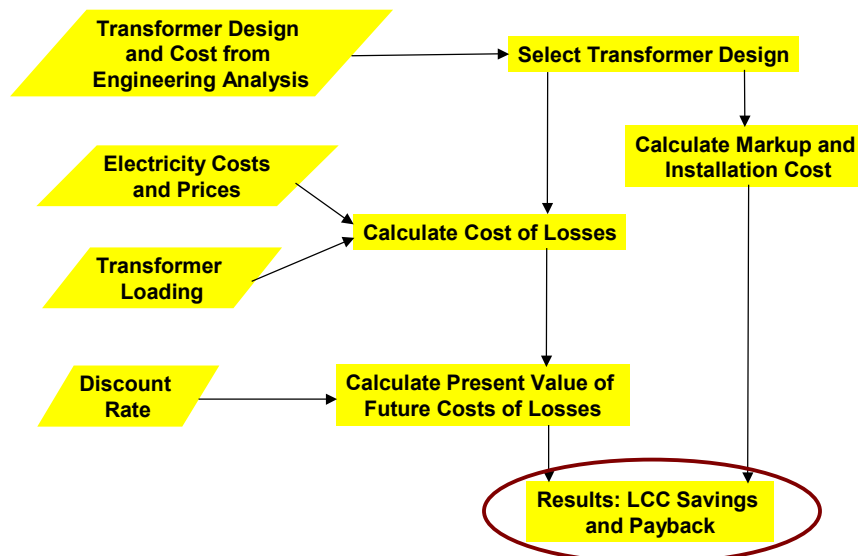
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Discount Rates

- Relative (time) value of money
 - Now versus later
- Determined by the interest rate for borrowed money and the rate of return on equity
- Interest rates are borrower-dependent
- DOE analysis determines discount rate by owner type
- Analysis, and consequently the discount rate, are in real terms

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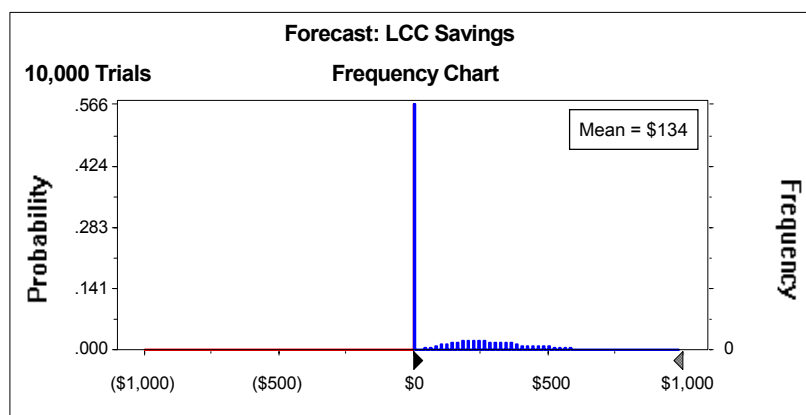
Customer Variation

- Every customer is unique
- We represent the variability among customers using distributions of various input variables
- Monte Carlo simulation is a statistical technique that samples from input variable distributions
- LCC results produced as 10,000-iterations
 - Implemented with Crystal Ball®, supplement to Excel

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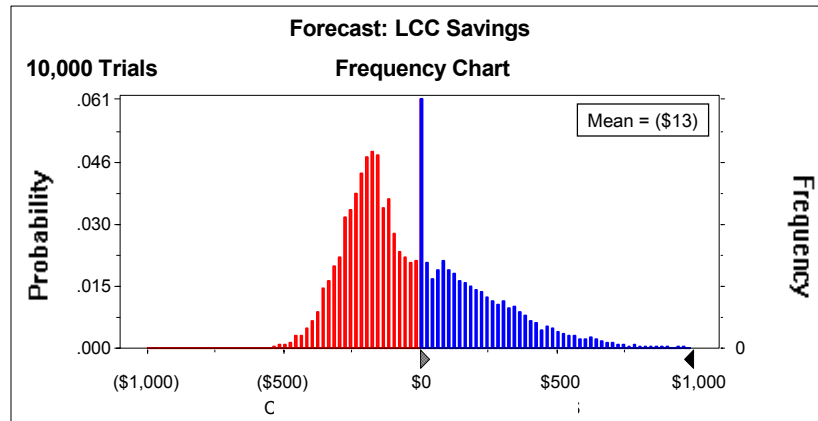
LCC Savings for CSL1, Design Line 1



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LCC Savings for CSL3, Design Line 1



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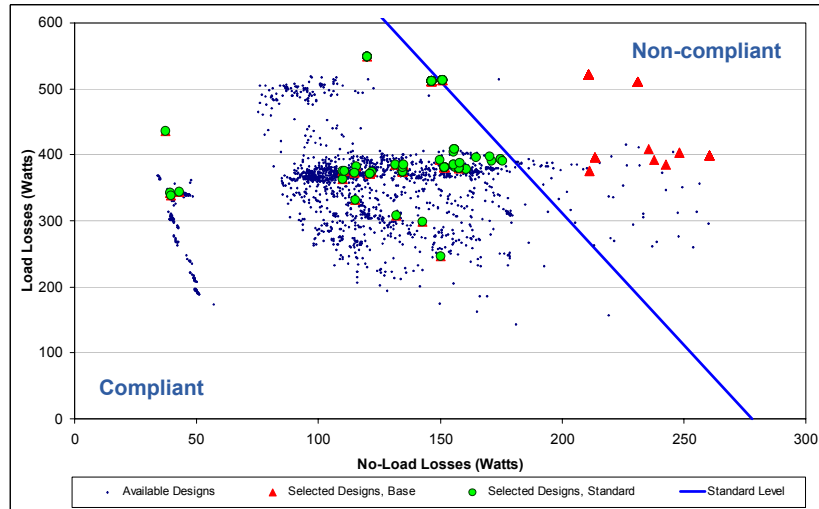
Design Selection Using Parameters A and B

- Common industry descriptors, A and B, capture current market purchase decision criteria
 - A = equivalent first cost of no-load (core) losses
 - B = equivalent first cost of load (winding) losses
- Distributions of A and B represent variability
- Characterize current market conditions not subject to a mandatory efficiency standard
- Distinct evaluation percentages applied to liquid-immersed and dry-type

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DL1 at 50% Load Example Design Selection



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Summary Sheet from Spreadsheet

TRANSFORMER LIFE-CYCLE COST CALCULATION

Design Line #1: 50kVA Liquid-Immersed, 1-Phase

USER OPTIONS:

Reset

Candidate Standard Level: 98.90% Level 1: TP 1

Transformer Load Growth / Year: Med (1%)

Transformer Loading (relative to current estimate): Med (0%)

Electricity Prices (relative to current estimate): Med (0%)

Transformer Customer A's & B's: Med

Future Energy Price Trend: AEO 2003 Reference

Cost Minimization Data: U.S. Only

Efficiency Standard Effective Date: 2007

LCC RESULT FOR AVERAGE TRANSFORMER:

	Baseline	Candidate Standard	Difference
	Level 1		
No-load Losses @100% load	172.7	140.6	
Load Losses @100% load	447.7	442.9	
First Cost	\$1,500	\$1,551	\$51
Life-Cycle Cost	\$4,914	\$4,790	-\$124
For 50% Evaluators:			
Customer No-load Loss Valuation (A)*	\$5.00	\$5.00	
Customer Load Loss Valuation (B)*	\$1.25	\$1.25	
PWF of No-load Loss per W (-A)**	\$5.37	\$5.37	
PWF of Load Loss per W (-B)**	\$1.28	\$1.28	
RMS Loading (% nameplate)	35.3%	35.3%	
Payback Period (years)	n/a	5.8	
Transformer Lifetime (years)	32.0	32.0	

* Average A & B values for those customers that evaluate transformer losses during purchase.

** PWF is the Present Worth Factor of losses. The PWF is defined as the present value of loss expenses divided by the rated losses. The PWF has units of \$/watt.

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Summary Sheet from Spreadsheet

TRANSFORMER LIFE-CYCLE COST CALCULATION

Design Line #1: 50kVA Liquid-Immersed, 1-Phase

USER OPTIONS:

Reset

Candidate Standard Level: 98.90%
Transformer Load Growth / Year: Med (1%)
Transformer Loading (relative to current estimate): Med (0%)
Electricity Prices (relative to current estimate): Med (8%)
Transformer Customer A's & B's: Med
Future Energy Price Trend: AEO 2003 Reference
Cost Minimization Data: U.S. Only
Efficiency Standard Effective Date: 2007

LCC RESULT FOR AVERAGE TRANSFORMER:

	Baseline	Candidate Standard Level 1	Difference
No-load Losses @100% load	172.7	140.6	
Load Losses @100% load	447.7	442.9	
First Cost	\$1,500	\$1,551	\$51
Life-Cycle Cost	\$4,914	\$4,790	-\$124

Level 0: Base
Level 1: TP 1
Level 2: TP 1 + 0.2%
Level 3: TP 1 + 0.4%
Level 4: TP 1 + 0.5%
Level 5: TP 1 + 0.68%
Level 6: Custom

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Summary Sheet from Spreadsheet

TRANSFORMER LIFE-CYCLE COST CALCULATION

Design Line #1: 50kVA Liquid-Immersed, 1-Phase

USER OPTIONS:

Reset

Candidate Standard Level: 98.90%
Transformer Load Growth / Year: Med (1%)
Transformer Loading (relative to current estimate): Med (0%)
Electricity Prices (relative to current estimate): Med (8%)
Transformer Customer A's & B's: Med
Future Energy Price Trend: AEO 2003 Reference
Cost Minimization Data: U.S. Only
Efficiency Standard Effective Date: 2007

LCC RESULT FOR AVERAGE TRANSFORMER:

	Baseline	Candidate Standard Level 1	Difference
No-load Losses @100% load	172.7	140.6	
Load Losses @100% load	447.7	442.9	
First Cost	\$1,500	\$1,551	\$51
Life-Cycle Cost	\$4,914	\$4,790	-\$124

Med (1%)
High (2%)
Med (1%)
None (0%)

** PWF is the Present Worth Factor of losses. The PWF is defined as the present value of loss expenses divided by the rated losses. The PWF has units of \$/watt.

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Summary Sheet from Spreadsheet

TRANSFORMER LIFE-CYCLE COST CALCULATION

Design Line #1: 50kVA Liquid-Immersed, 1-Phase

USER OPTIONS:

Reset

Candidate Standard Level: 98.90% Level 1: TP 1

Transformer Load Growth / Year: Med (1%)

Transformer Loading (relative to current estimate): Med (0%)

Electricity Prices (relative to current estimate): Med (0%)

Transformer Customer A's & B's: Med

Future Energy Price Trend: AEO 2003 Reference

Cost Minimization Data: U.S. Only

Efficiency Standard Effective Date: 2007

LCC RESULT FOR AVERAGE TRANSFORMER:

	Baseline	Candidate Standard	Difference
Level 1			
No-load Losses @100% load	172.7	140.6	
Load Losses @100% load	447.7	442.9	
First Cost	\$1,500	\$1,551	\$51
Life-Cycle Cost	\$4,914	\$4,790	-\$124
For 50% Evaluators:			
Customer No-load Loss Valuation (A)*	\$5.00	\$5.00	
Customer Load Loss Valuation (B)*	\$4.25	\$1.25	
PWF of No-load Loss per W (-A)**	\$5.37	\$5.37	

Med (0%)

High (+15%)

Med (0%)

Low (-15%)



Summary Sheet from Spreadsheet

TRANSFORMER LIFE-CYCLE COST CALCULATION

Design Line #1: 50kVA Liquid-Immersed, 1-Phase

USER OPTIONS:

Reset

Candidate Standard Level: 98.90% Level 1: TP 1

Transformer Load Growth / Year: Med (1%)

Transformer Loading (relative to current estimate): Med (0%)

Electricity Prices (relative to current estimate): Med (0%)

Transformer Customer A's & B's: Med

Future Energy Price Trend: AEO 2003 Reference

Cost Minimization Data: U.S. Only

Efficiency Standard Effective Date: 2007

LCC RESULT FOR AVERAGE TRANSFORMER:

	Baseline	Candidate Standard	Difference
Level 1			
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For 50% Evaluators:			
Customer No-load Loss Valuation (A)*	\$5.00	\$5.00	
Customer Load Loss Valuation (B)*	\$4.25	\$1.25	
PWF of No-load Loss per W (-A)**	\$5.37	\$5.37	
PWF of Load Loss per W (-B)**	\$1.28	\$1.28	
RMS Loading (% nameplate)	35.3%	35.3%	
Payback Period (years)	n/a	5.8	
Transformer Lifetime (years)	32.0	32.0	

* Average A & B values for those customers that evaluate transformer losses during purchase.

** PWF is the Present Worth Factor of losses. The PWF is defined as the present value of loss expenses divided by the rated losses. The PWF has units of \$/watt.



Summary Sheet from Spreadsheet

TRANSFORMER LIFE-CYCLE COST CALCULATION

Design Line #1: 50kVA Liquid-Immersed, 1-Phase

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Transformer Load Growth / Year

Transformer Loading (relative to current estimate)

Electricity Prices (relative to current estimate)

Transformer Customer A's & B's

Future Energy Price Trend

Cost Minimization Data

Efficiency Standard Effective Date

LCC RESULT FOR AVERAGE TRANSFORMER:

	Baseline	Candidate	Difference
		Standard	
		Level 1	
AEO 2003 Reference			
AEO 2003 Reference			
AEO 2003 High Growth			\$51
AEO 2003 Low Growth			-\$124
Constant Real Price			
Customer Load Loss Variation (B)	\$1.25	\$1.25	
PWF of No-load Loss per W (-A)*	\$5.37	\$5.37	
PWF of Load Loss per W (-B)**	\$1.28	\$1.28	
RMS Loading (% nameplate)	35.3%	35.3%	
Payback Period (years)	n/a	5.8	
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Summary Sheet from Spreadsheet

TRANSFORMER LIFE-CYCLE COST CALCULATION

Design Line #1: 50kVA Liquid-Immersed, 1-Phase

USER OPTIONS:

Reset

Candidate Standard Level Level 1: TP 1

Transformer Load Growth / Year

Transformer Loading (relative to current estimate)

Electricity Prices (relative to current estimate)

Transformer Customer A's & B's

Future Energy Price Trend

Cost Minimization Data

Efficiency Standard Effective Date

LCC RESULT FOR AVERAGE TRANSFORMER:

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Customer Load Loss Valuation (B)*	\$1.25	\$1.25	
PWF of No-load Loss per W (~A)**	\$5.37	\$5.37	
PWF of Load Loss per W (~B)**	\$1.28	\$1.28	
RMS Loading (% nameplate)	35.3%	35.3%	
Payback Period (years)	n/a	5.8	
Transformer Lifetime (years)	32.0	32.0	

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Questions?

- U.S. Department of Energy Distribution Transformer Spreadsheet Website
 - http://www.eere.energy.gov/buildings/appliance_standards/commercial/distribution_transformers_spreadsheets.html
- Lawrence Berkeley National Laboratory
 - John Stoops tel: 510 486 6114, jlstoops@lbl.gov
 - Robert Van Buskirk tel: 510 495 2310, rdvanbuskirk@lbl.gov

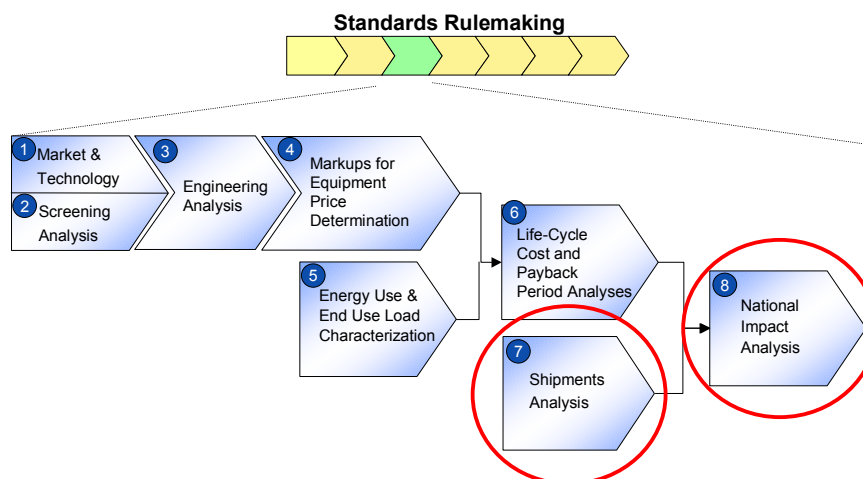
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- 1 Rulemaking Overview
- 2 Product Classes
- 3 Engineering Analysis
- 4 Life-Cycle Cost and Payback Periods
- 5 National Impact Analysis



ANOPR Analyses Flow Diagram





Q. Why isn't the LCC the end of the economic analysis for the nation?

A. Briefly, the LCC is performed from the perspective of transformer customers and is not the sole expression of national impacts.



Q. How does national impact analysis differ from LCC?

A. Specifically,

- 1. Transformers come in many sizes**
- 2. Not all transformers are replaced at once**
- 3. The energy consumed at the site is not the energy consumed at the power plant**
- 4. National value of future savings may be different from the consumer value of savings**



Purpose

- Estimate national energy savings (NES) (Quads primary)
- Estimate national economic impacts (national NPV)

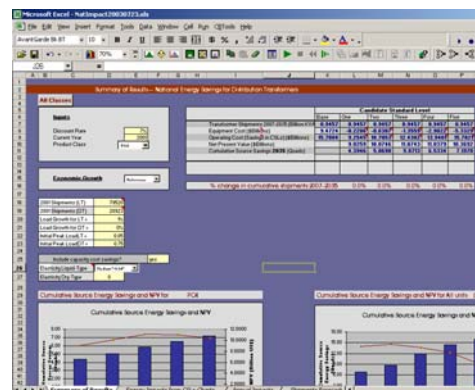
Method

- Spreadsheet-based tool
- Annual time series
- National summations
- Projected to the future
 - Purchases to 2035
 - Energy impact to 2035 (source)
 - Economic impact to 2070



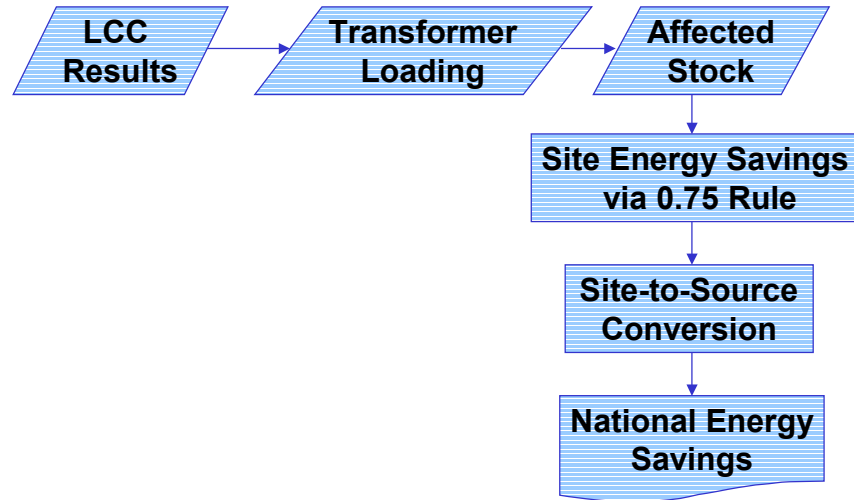
National Impact Analysis (1 spreadsheet)

http://www.eere.energy.gov/buildings/appliance_standards/commercial/distribution_transformers_spreadsheets.html





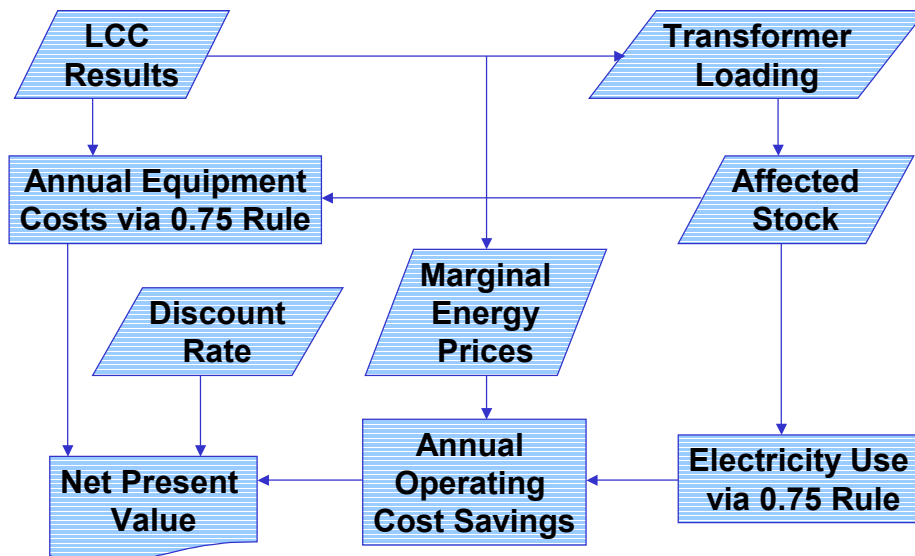
National Energy Savings: Simplified Flowchart



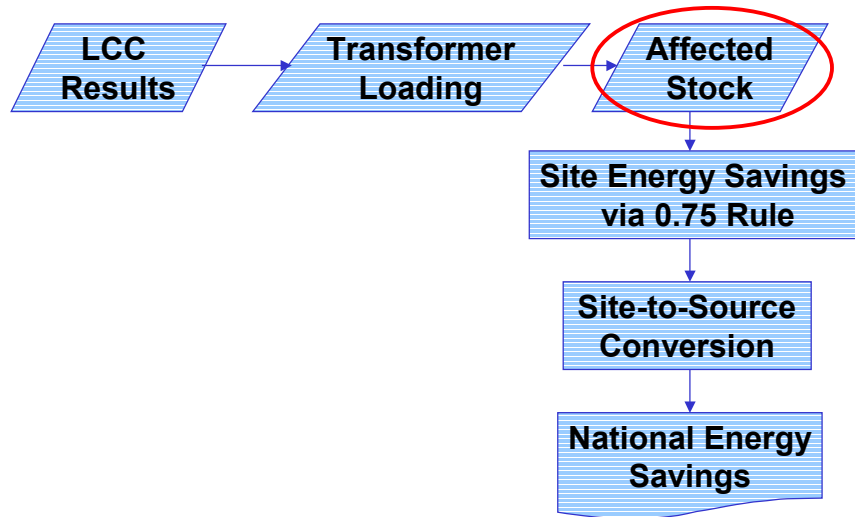
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National Net Present Value: Simplified Flowchart



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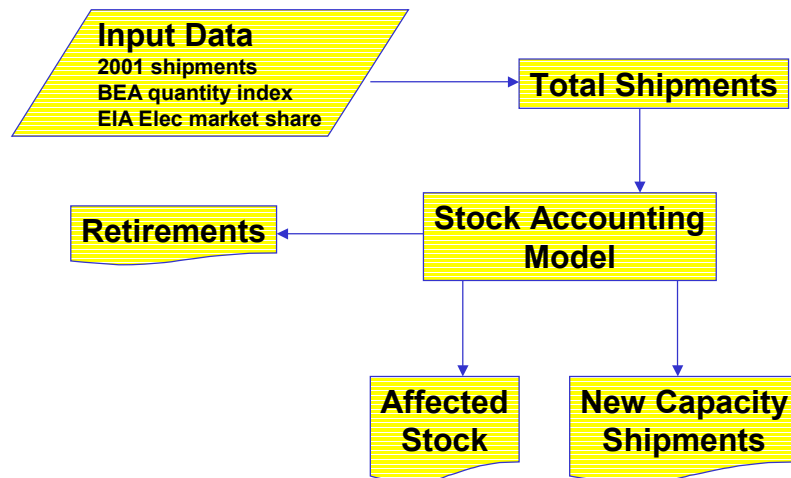


Affected Stock

- The shipments model provides annual age distribution of transformers for past, present, and future years
- Accounting for replacements allows estimate of age distribution of installed transformers



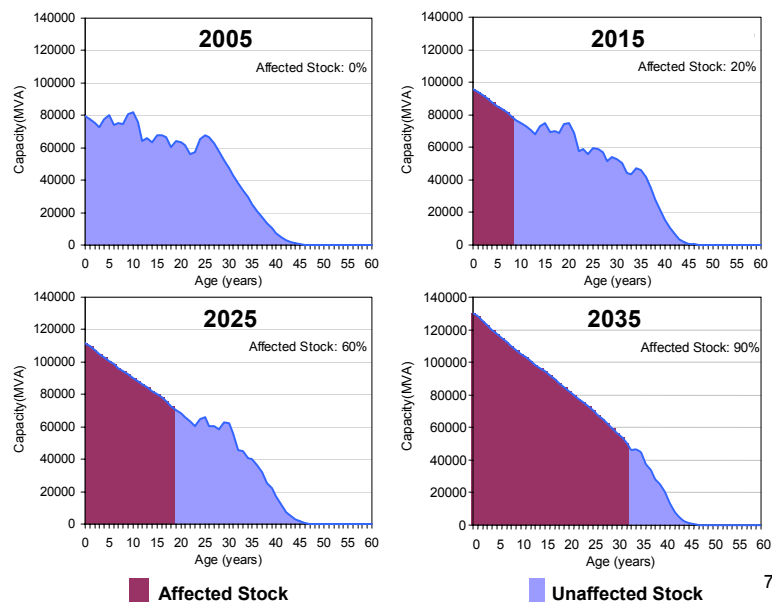
Shipments Model: Simplified Flowchart



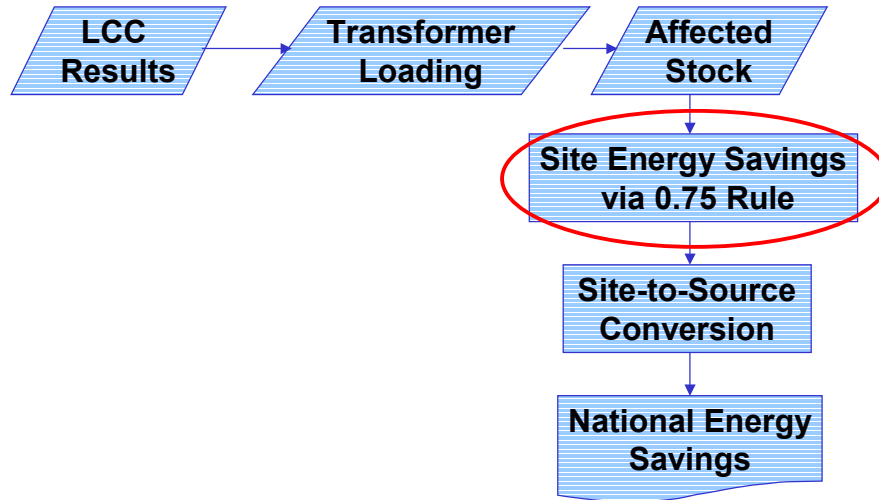
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Age Distribution of Liquid-Immersed Transformer Stock, Four Selected Years

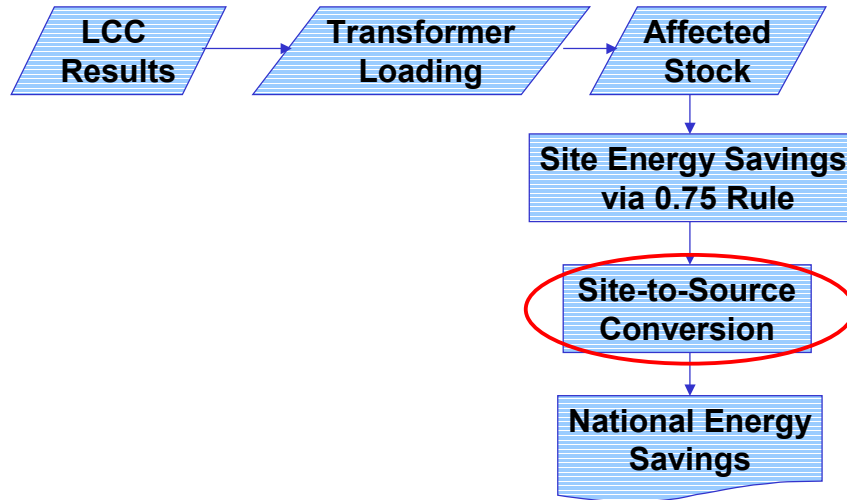


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Site Energy Savings via 0.75 Scaling Rule

- Grouped 115 different kVA ratings into 13 design lines with representative units (selected high volume ratings)
- Translates findings from the unit analyzed to other kVA ratings within a given engineering design line

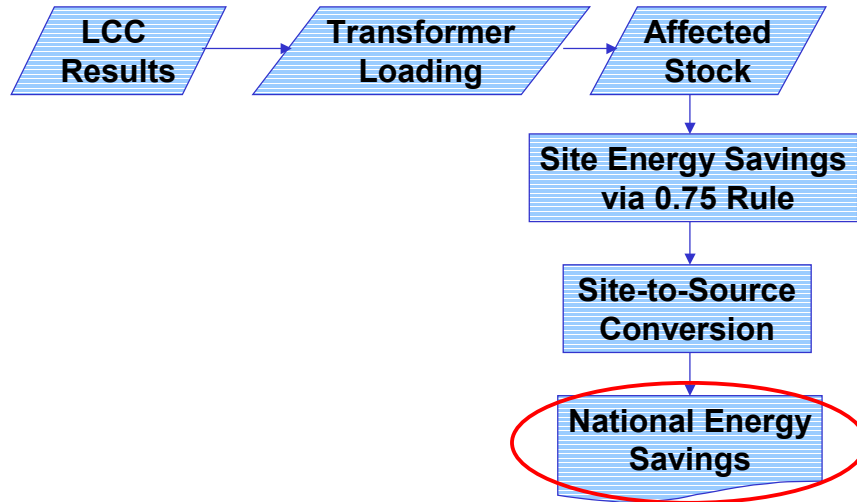


Site-to-Source Conversion

- Energy consumed at the site does not equal energy at the power plant
 - Conversion losses
 - Transmission and distribution losses
 - Generation fuel mix
 - Generation plant mix change over time
- Conversion done with DOE's National Energy Modeling System (NEMS)



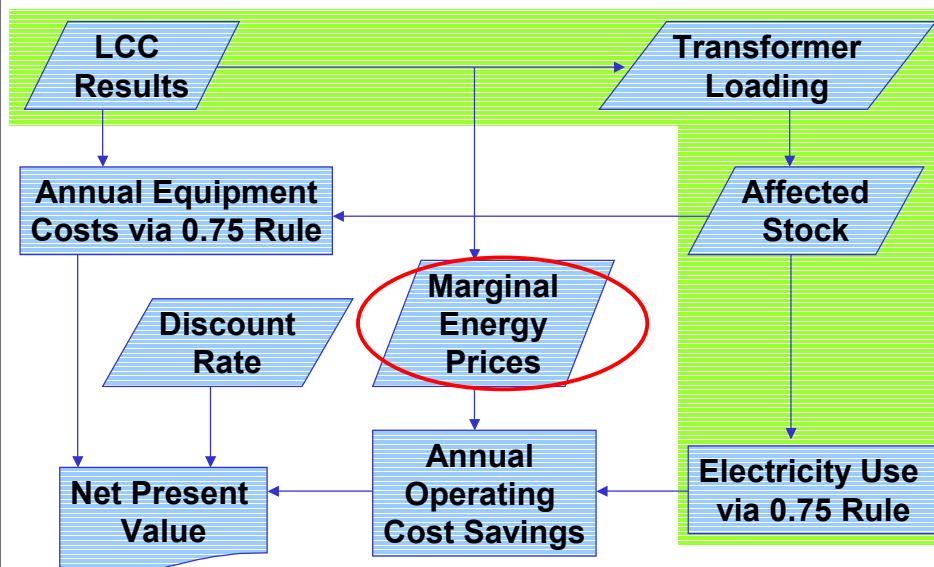
National Energy Savings: Simplified Flowchart



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National Net Present Value: Simplified Flowchart

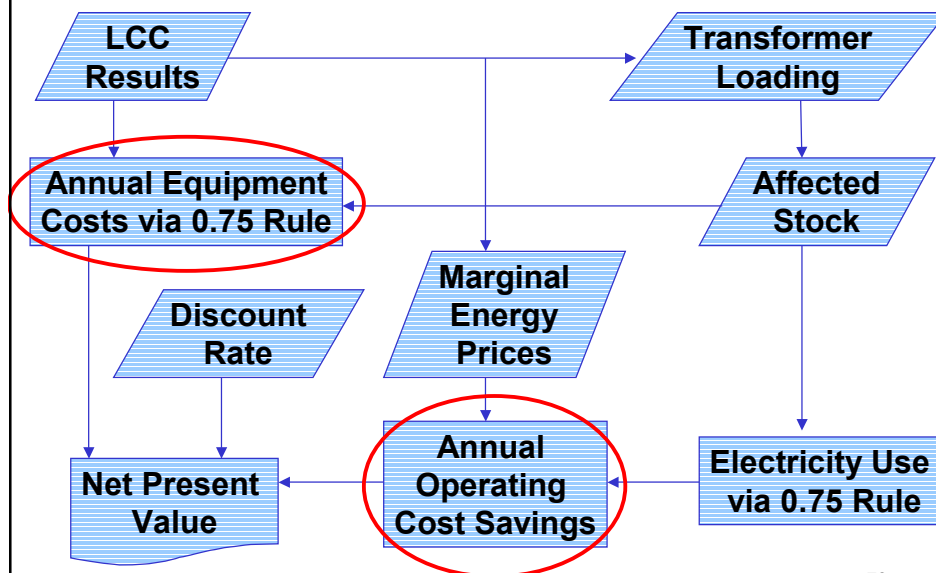


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Marginal Energy Prices

- Imported from LCC
- Product class-specific
- Distinct for load loss and no-load loss





Annual Equipment Costs via 0.75 Rule

- The scaling of equipment cost to product classes from representative units
- Uses 0.75 power scaling rule

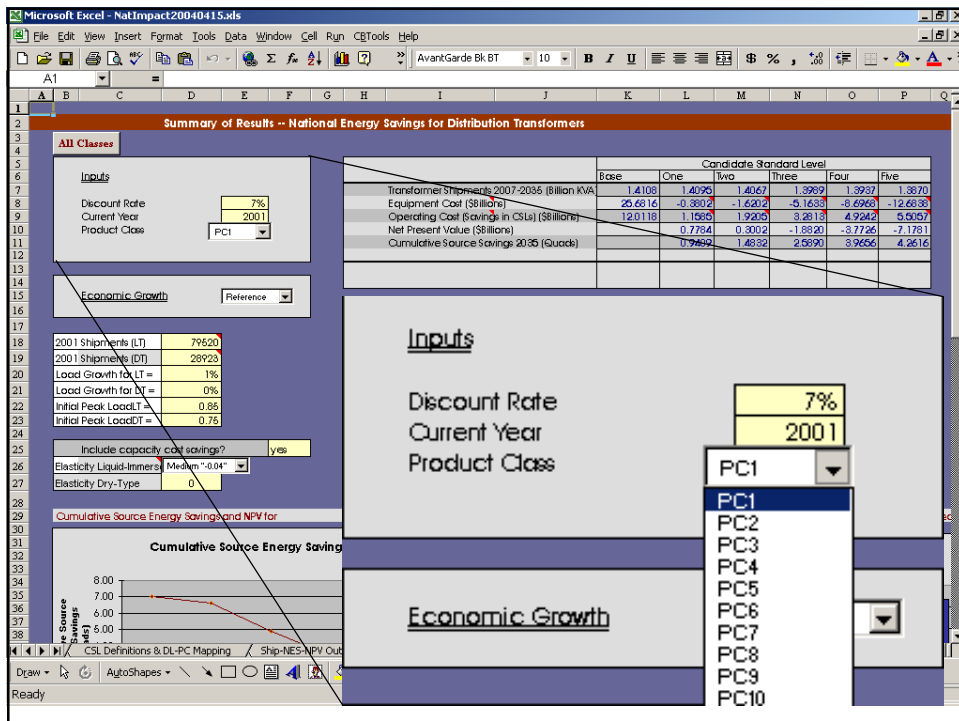
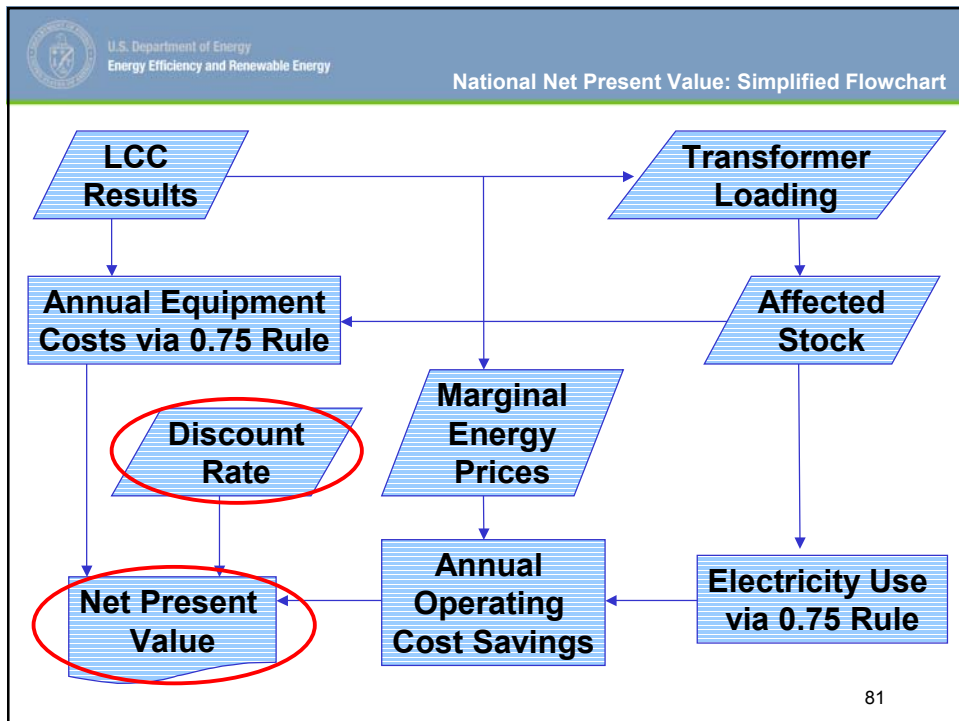
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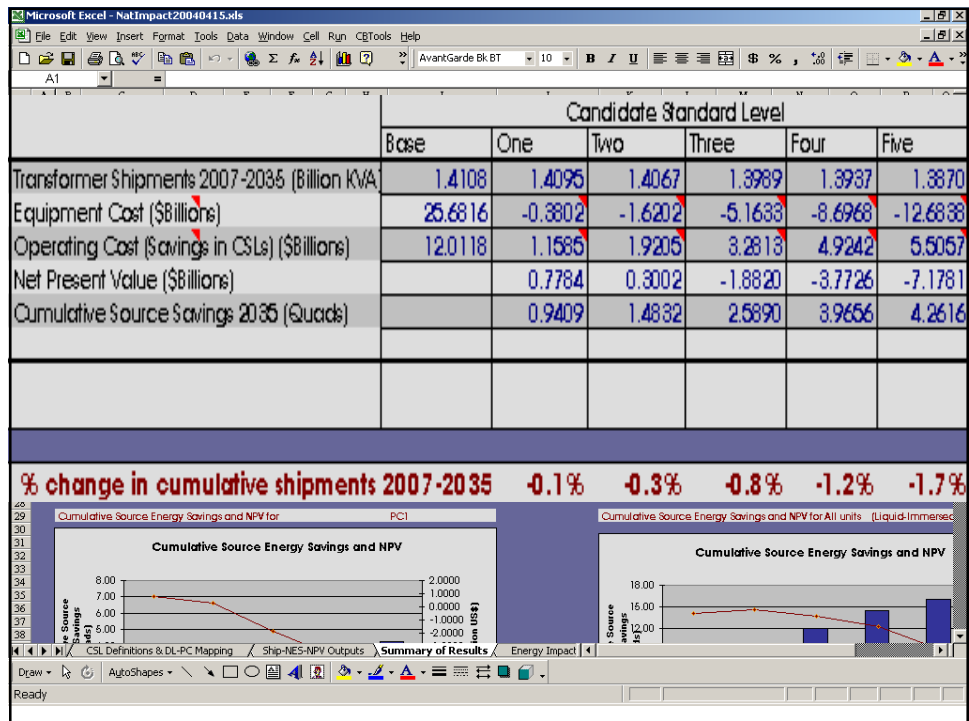
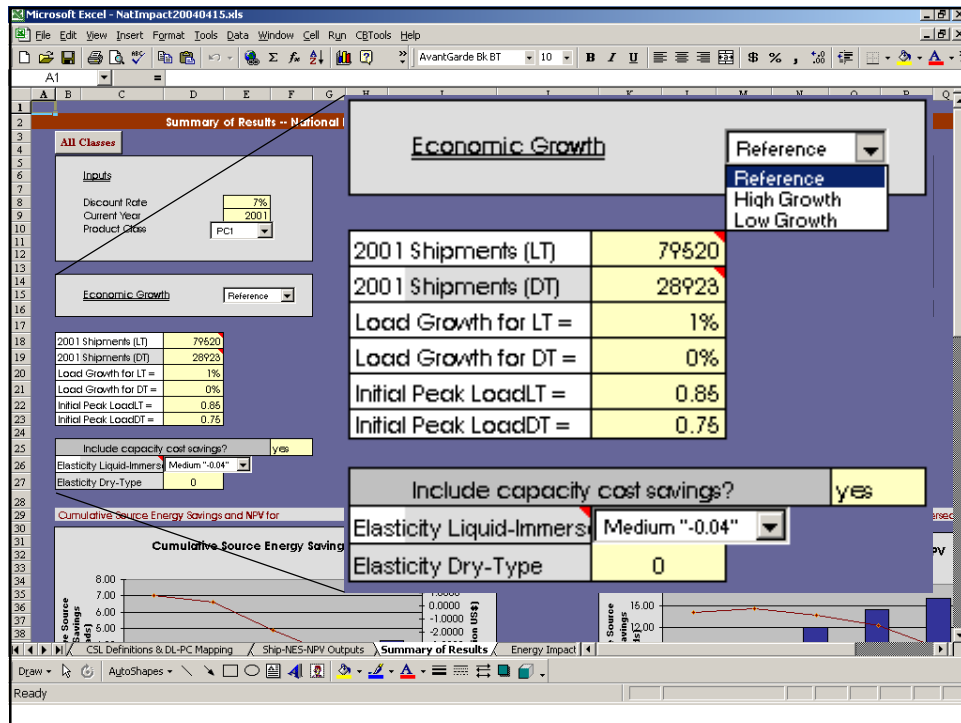


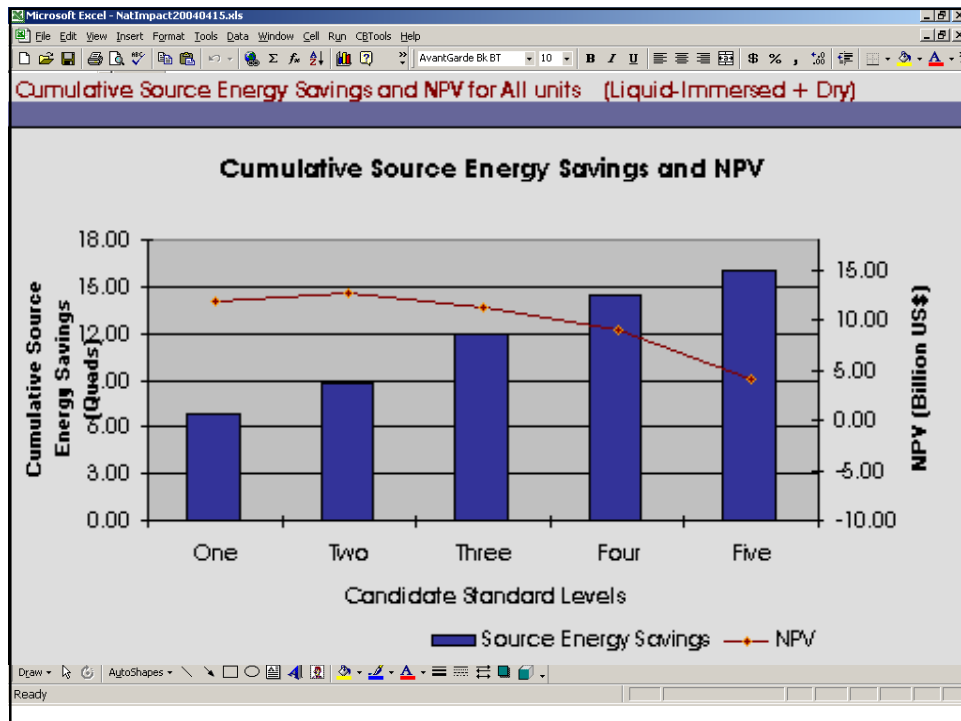
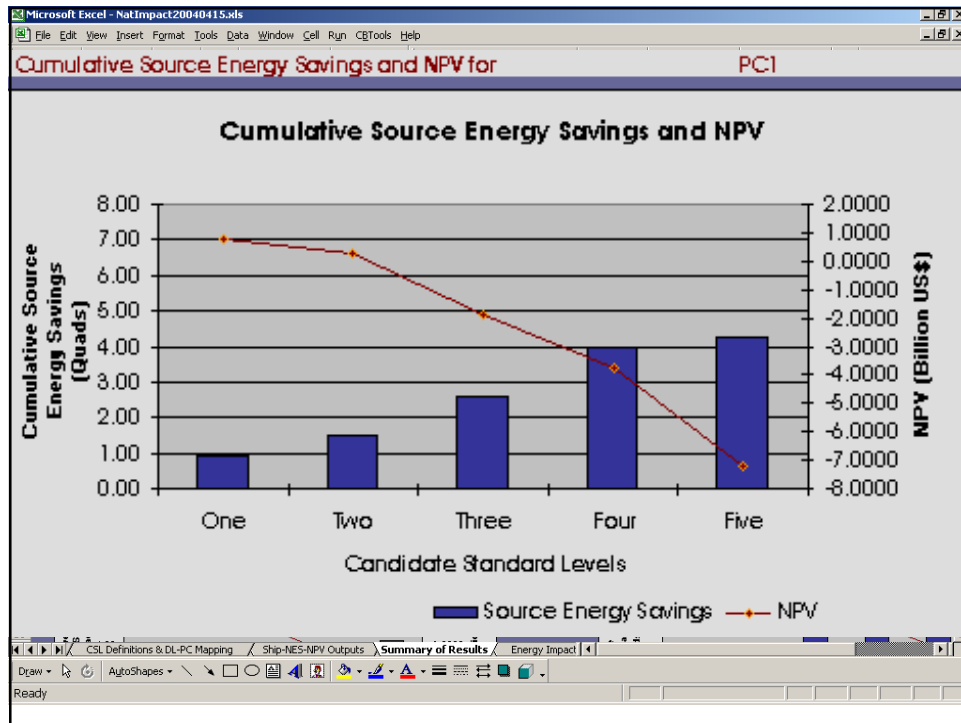
Discount Rate

- National average
- Office of Management and Budget (OMB) mandated 7%
- OMB Mandated 3%

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Questions?

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Thank you and for more information...

- **U.S. Department of Energy Appliance Rulemaking Website**
 - http://www.eere.energy.gov/buildings/appliance_standards/commercial/distribution_transformers_anopr.html
- **U.S. Department of Energy**
 - Ron Lewis tel: 202 586 8423, Ronald.Lewis@ee.doe.gov
- **Navigant Consulting**
 - Mike Scholand tel: 202 973 2482, Mscholand@navigantconsulting.com
- **Lawrence Berkeley National Laboratory**
 - John Stoops tel: 510 486 6114, jlstoops@lbl.gov
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